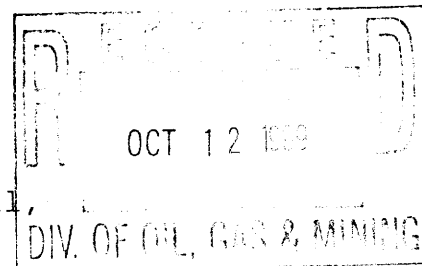


Willis

October 5, 1999



Utah Dept of Natural Resources Division of Oil,  
Gas & Mining  
Suite 1210  
Salt Lake City, UT 84114-8801

*Fireproof File*  
*ACT/00/020*  
*Copy PFO #4*

Dear Certificate Holder:

Enclosed is the Certificate of Insurance issued on behalf of  
Lodestar Energy, Inc. and subsidiaries.

Should you have any questions please feel free to call.

Sincerely yours,

*It's correct!*

Willis Corroon Corporation of New York

Enclosure

cc: Lodestar Energy, Inc. and subsidiaries  
Reliance National Indemnity Company  
Reliance National Insurance Company

# ACORD™ CERTIFICATE OF LIABILITY INSURANCE

PAGE 1 OF 2

DATE (MM/DD/YY)  
5-OCT-1999

PRODUCER  
Willis Corroon Corporation of New York  
7 Hanover Square  
New York NY 10004  
(212) 344-8888

97765

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW.

## COMPANIES AFFORDING COVERAGE

COMPANY **A** Reliance National Indemnity Company

COMPANY **B** Reliance National Insurance Company

COMPANY **C**

COMPANY **D**

Daniel Leung

INSURED

Lodestar Energy, Inc. and subsidiaries  
333 West Vine Street  
Suite 1700  
Lexington KY 40507

## COVERAGES

THIS IS TO CERTIFY THAT THE POLICIES OF INSURANCE LISTED BELOW HAVE BEEN ISSUED TO THE INSURED NAMED ABOVE FOR THE POLICY PERIOD INDICATED, NOTWITHSTANDING ANY REQUIREMENT, TERM OR CONDITION OF ANY CONTRACT OR OTHER DOCUMENT WITH RESPECT TO WHICH THIS CERTIFICATE MAY BE ISSUED OR MAY PERTAIN, THE INSURANCE AFFORDED BY THE POLICIES DESCRIBED HEREIN IS SUBJECT TO ALL THE TERMS, EXCLUSIONS AND CONDITIONS OF SUCH POLICIES. LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

CO LTR	TYPE OF INSURANCE	POLICY NUMBER	POLICY EFFECTIVE DATE (MM/DD/YY)	POLICY EXPIRATION DATE (MM/DD/YY)	LIMITS
A	GENERAL LIABILITY	NGB0158323	31-AUG-1999	31-AUG-2000	GENERAL AGGREGATE \$ 2,000,000
	<input checked="" type="checkbox"/> COMMERCIAL GENERAL LIABILITY				PRODUCTS-COMP/OP AGG \$ 2,000,000
	<input type="checkbox"/> CLAIMS MADE <input checked="" type="checkbox"/> OCCUR				PERSONAL & ADV INJURY \$ 2,000,000
	OWNER'S & CONTRACTOR'S PROT				EACH OCCURRENCE \$ 1,000,000
					FIRE DAMAGE (Any one fire) \$ 500,000
					MED EXP (Any one person) \$ 5,000
A	AUTOMOBILE LIABILITY	NKA0158324	31-AUG-1999	31-AUG-2000	COMBINED SINGLE LIMIT \$
	<input type="checkbox"/> ANY AUTO				BODILY INJURY (Per person) \$
	<input type="checkbox"/> ALL OWNED AUTOS				BODILY INJURY (Per accident) \$
	<input type="checkbox"/> SCHEDULED AUTOS				PROPERTY DAMAGE \$
	<input type="checkbox"/> HIRED AUTOS				
	<input type="checkbox"/> NON-OWNED AUTOS				
	GARAGE LIABILITY				AUTO ONLY - EA ACCIDENT \$
	<input type="checkbox"/> ANY AUTO				OTHER THAN AUTO ONLY:
					EACH ACCIDENT \$
					AGGREGATE \$
	EXCESS LIABILITY				EACH OCCURRENCE \$
	<input type="checkbox"/> UMBRELLA FORM				AGGREGATE \$
	<input type="checkbox"/> OTHER THAN UMBRELLA FORM				
B	WORKERS COMPENSATION AND EMPLOYERS' LIABILITY	NWA0157326	15-JUL-1999	15-JUL-2000	WC STATUTORY LIMITS OTH-ER
	THE PROPRIETOR/PARTNERS/EXECUTIVE OFFICERS ARE: <input type="checkbox"/> INCL <input type="checkbox"/> EXCL				EL EACH ACCIDENT \$ 1,000,000
					EL DISEASE-POLICY LIMIT \$ 1,000,000
					EL DISEASE-EA EMPLOYEE \$ 1,000,000
	OTHER				

DESCRIPTION OF OPERATIONS/LOCATIONS/VEHICLES/SPECIAL ITEMS

SEE ATTACHED

## CERTIFICATE HOLDER

Utah Dept of Natural Resources Division of Oil,  
Gas & Mining  
Suite 1210  
Salt Lake City UT 84114-8801

## CANCELLATION

SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, THE ISSUING COMPANY WILL ~~SEND BY MAIL~~ 45 DAYS WRITTEN NOTICE TO THE CERTIFICATE HOLDER NAMED TO THE LEFT,

~~BUT FOR THE EXTENT OF SUCH NOTICE, THE COMPANY'S OBLIGATION OF LIABILITY SHALL BE LIMITED TO THE EXTENT OF THE POLICY LIMITS.~~

AUTHORIZED REPRESENTATIVE

*Daniel Leung*

Willis

## CERTIFICATE OF INSURANCE

PAGE 2 OF 2

ISSUE DATE (MM/DD/YY)

5-OCT-1999

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## INSURED

97765

Lodestar Energy, Inc. and subsidiaries  
333 West Vine Street  
Suite 1700  
Lexington KY 40507

## PRODUCER

Willis Corroon Corporation of New York  
7 Hanover Square  
New York NY 10004  
(212) 344-8888

Daniel Leung

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TYPE OF INSURANCE

POLICY NUMBER

POLICY EFFECTIVE  
DATE (MM/DD/YY)POLICY EXPIRATION  
DATE (MM/DD/YY)

LIMITS

## DESCRIPTION OF OPERATIONS/LOCATIONS/VEHICLES/SPECIAL ITEMS

\*Limits shown are excess of the Insured's Self Insured Retention.

General Liability includes Blasting Operations.

Permit # Act/007/020 Horizon Coal Mine

"XCU included" under General Liability

## CERTIFICATE HOLDER

Utah Dept of Natural Resources Division of Oil,  
Gas & Mining  
Suite 1210  
Salt Lake City UT 84114-8801

## CANCELLATION

SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, THE ISSUING COMPANY WILL ~~EXCEED~~ MAIL 45 DAYS WRITTEN NOTICE TO THE CERTIFICATE HOLDER NAMED TO THE LEFT;

~~BYX FAILUREX TOX MAILX SUCHX NOTICEX SHALX PROSECX NOX OBLIGATIONX ORX LIABILITYX XXXX  
ORX NAMEX COMPANYX UPONX THEX COMPANYX XNEX AGENTX ORX REPRESENTATIVESXXXXXX~~

AUTHORIZED REPRESENTATIVE

